

July 21, 2005

Anthony Nertoli NAFDPIR President 3601 Mackinac Trail Sault Ste. Marie, MI 49783

Dear Mr. Nertoli.

In reference to the proposed planning and drafting of an FDPIR Administrative Funding Formula and/or other funding methodology, the following "common denominators" among the entire FDPIR that should be considered in any funding methodology are:

- Existent of an Indian tribal FDPIR (small, medium or large)--this would be a base grant amount
- Number of participants served
- Number of food distribution sites (and/or food warehouses)
- Number of necessary personnel positions to operate the program optimally
- Tailgating and/or "door to door" delivery service expenses
- Maintenance expenses of delivery vehicles and other necessary equipment
- Existent of an ITO Nutrition component

Additional funding considerations that should be given within any funding methodology would be for the following expenses:

- Existent of a centralized receiving food warehouse(s)
- Existent of vehicle fleet maintenance shop
- Extra expenses necessary for long distance delivery services
- Existent of an In-Direct Cost Reimbursement agreement with the Federal Government

As indicated before, if given the opportunities, the Navajo Nation as a treaty tribe with a government-togovernment relationship with the Federal Government has much to offer to the FDPIR in its plans and/or initiatives. This is our first (and hopefully not the last) input into the discussion on the funding methodology concept

Sincerely,

Navajo Nation Food Distribution Program

Thomas Yellow Law Thomas Yellowhair, Senior Budget Analyst

Concurrence:

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David B. Bowman, Program Manager, NNFDP